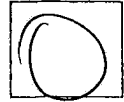


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02237A
Orange Grove Water Company
PO Box 889
Yuma, AZ 85366

[Faint, illegible handwritten text]

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2009
----	----	------

SEE ACCOUNTANT'S COMPILATION REPORT

FOR COMMISSION USE

ANN 04	09
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4-5-10

COMPANY INFORMATION

Company Name (Business Name) <u>ORANGE GLOVE WATER COMPANY INC</u>		
Mailing Address <u>P O BOX 889</u>		
<u>YUMA</u> (City)	<u>AZ</u> (State)	<u>85366-0889</u> (Zip)
<u>928-726-8272</u> Telephone No. (Include Area Code)	<u>N/A</u> Fax No. (Include Area Code)	<u>N/A</u> Cell No. (Include Area Code)
Email Address <u>N/A</u>		
Local Office Mailing Address <u>SAME AS ABOVE</u>		
<u></u> (City)	<u></u> (State)	<u></u> (Zip)
<u></u> Local Office Telephone No. (Include Area Code)	<u></u> Fax No. (Include Area Code)	<u></u> Cell No. (Include Area Code)
Email Address <u></u>		

MANAGEMENT INFORMATION

<input type="checkbox"/> Regulatory Contact:		
<input checked="" type="checkbox"/> Management Contact: <u>KATHLEEN M DAY</u> <u>PRESIDENT</u>		
<u>P O BOX 889</u> (Street)	<u>YUMA</u> (City)	<u>AZ</u> <u>85366-0889</u> (State) (Zip)
<u>928-726-8272</u> Telephone No. (Include Area Code)	<u>N/A</u> Fax No. (Include Area Code)	<u>N/A</u> Cell No. (Include Area Code)
Email Address <u>N/A</u>		
On Site Manager: <u>KATHLEEN M DAY</u>		
<u>P O BOX 889</u> (Street)	<u>YUMA</u> (City)	<u>AZ</u> <u>85366-0889</u> (State) (Zip)
<u>928-726-8272</u> Telephone No. (Include Area Code)	<u>N/A</u> Fax No. (Include Area Code)	<u>N/A</u> Cell No. (Include Area Code)
Email Address <u>N/A</u>		

SEE ACCOUNTANT'S COMPILATION REPORT

Statutory Agent: G L E N N J G I M B U T
 (Name)

1206 SOUTH 41ST AVENUE YUMA AZ 85364
 (Street) (City) (State) (Zip)

928-627-2027 N/A N/A
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: G L E N N J G I M B U T
 (Name)

1206 SOUTH 41ST AVENUE YUMA AZ 85364
 (Street) (City) (State) (Zip)

928-627-2027 N/A N/A
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address N/A

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input checked="" type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

ORANGE GROVE WATER COMPANY INC

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	900	—	900
304	Structures and Improvements			
307	Wells and Springs	11699	11699	—
311	Pumping Equipment	11711	1733	9978
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	17509	17509	—
331	Transmission and Distribution Mains	128931	126955	1976
333	Services	7958	7958	—
334	Meters and Meter Installations	15757	5610	10147
335	Hydrants	9966	7761	2205
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	4305	1782	2523
341	Transportation Equipment	9158	2706	6452
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	217 894	183 713	34 181

This amount goes on the Balance Sheet Acct. No. 108

SEE ACCOUNTANTS COMPILATION REPORT

COMPANY NAME ORANGE GLOVE WATER COMPANY INC

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	900	—	
304	Structures and Improvements			
307	Wells and Springs	11699	—	—
311	Pumping Equipment	11711	5%	586
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	17509	—	
331	Transmission and Distribution Mains	128931	5%	701
333	Services	7958	—	
334	Meters and Meter Installations	15757	5%	534
335	Hydrants	9966	5%	195
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	4305	5%	215
341	Transportation Equipment	9158	5%	458
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	217894		2689

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

SEE ACCOUNTANT'S COMPILATION REPORT

COMPANY NAME OLAHSE GROUND WATER COMPANY INC

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 595	\$ 1728
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments UNAMORTIZED RATE COSTS	5250	4841
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 5845	\$ 6569
	FIXED ASSETS		
101	Utility Plant in Service	\$ 260876	\$ 217894
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	224932	183713
121	Non-Utility Property		39243
122	Accumulated Depreciation – Non Utility		25550
	TOTAL FIXED ASSETS	\$ 35944	\$ 47870
	TOTAL ASSETS	\$ 41789	\$ 54443

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

SEE ACCOUNTANT'S COMPILATION REPORT

COMPANY NAME ORANGE GROVE WATER COMPANY INC

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)	6 812	3 182
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes	2 137	2 177
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	1 8751	17462
	TOTAL CURRENT LIABILITIES	\$ 2 770 1	\$ 22 821
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	5 2188	43 950
272	Less: Amortization of Contributions	4 6968	23 831
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 5220	\$ 20119
	TOTAL LIABILITIES	\$ 3 2921	\$ 42 940
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 4070	\$ 4070
211	Paid in Capital in Excess of Par Value	1 934	1 934
215	Retained Earnings	2 864	5499
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 8868	\$ 11 503
	TOTAL LIABILITIES AND CAPITAL	\$ 41 789	\$ 54 443

SEE ACCOUNTANT'S COMPILATION REPORT

COMPANY NAME ORANGE GROVE WATER COMPANY INC

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 87184	\$ 96670
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 87184	\$ 96670
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 43883	\$ 38341
610	Purchased Water		
615	Purchased Power		
618	Chemicals		
620	Repairs and Maintenance	9578	9498
621	Office Supplies and Expense	20908	27486
630	Outside Services		
635	Water Testing	3783	2034
641	Rents		
650	Transportation Expenses	1117	568
657	Insurance - General Liability	7241	6993
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	4215	2689
408	Taxes Other Than Income	4277	4065
408.11	Property Taxes	3156	5869
409	Income Tax	50	50
	TOTAL OPERATING EXPENSES	\$ 98208	\$ 97593
	OPERATING INCOME/(LOSS)	\$ (11024)	\$ (923)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income	9055	9011
426	Miscellaneous Non-Utility Expenses Tax 563		(2971)
427	Interest Expense	(1668)	(1824)
	TOTAL OTHER INCOME/(EXPENSE)	\$ 7387	\$ 4216
	NET INCOME/(LOSS)	\$ (3637)	\$ 3293

SEE ACCOUNTANT'S COMPILATION REPORT

COMPANY NAME ORANGE GROVE WATER COMPANY, INC

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	N/A	N/A	N/A	N/A
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ NONE

Meter Deposits Refunded During the Test Year

\$ NONE

SEE ACCOUNTANT'S COMPILATION REPORT

COMPANY NAME	ORANGE GROVE WATER COMPANY INC
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
SS-0849 65	20	400	270	8"		1980
SS-809 317	7 1/2	55	200	6"		1977

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
		10	—

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
		5000	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	ORANGE GROVE WATER COMPANY INC		
Name of System:	ADEQ Public Water System Number:		

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6	CAST IRON	10097
8	CAST IRON	4097
10		
12		

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	300
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

N/A

STRUCTURES:

N/A

OTHER:

N/A

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: <u>ORANGE GROVE WATER COMPANY INC</u>	
Name of System:	ADEQ Public Water System Number:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	307	2271	1925	—
FEBRUARY	308	2023	1925	—
MARCH	306	2508	2509	—
APRIL	307	2501	2591	—
MAY	306	2743	2800	—
JUNE	304	3179	3099	—
JULY	302	3405	3596	—
AUGUST	306	3150	3305	—
SEPTEMBER	309	2805	3129	—
OCTOBER	310	2444	2789	—
NOVEMBER	308	2320	2862	—
DECEMBER	309	2092	2687	—
TOTALS →		31447	33216	—

What is the level of arsenic for each well on your system? .0040 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? — GPM for — hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
☐ Yes ☐ No N/A

Is the Water Utility located in an ADWR Active Management Area (AMA)?
☒ Yes ☐ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
☐ Yes ☒ No

If yes, provide the GPCPD amount: N/A

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME:	ORANGE GROVE WATER COMPANY INC		
Name of System:	ADEQ Public Water System Number:		

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	None	None	None
FEBRUARY			
MARCH			
APRIL			
MAY			
JUNE			
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER			
TOTALS →			

OTHER (description):

SEE ACCOUNTANT'S COMPILATION REPORT

COMPANY NAME ORANGE GROVE WATER COMPANY INC YEAR ENDING 12/31/2009

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2009 was: \$ 6432

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

UTILITY	5869
NO UTILITY	563
	<u>6432</u>

SEE ACCOUNTANT'S COMPILATION REPORT

VERIFICATION
AND
SWORN STATEMENT
Taxes

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Yuma</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>KATHLEEN M DAY</u>
COMPANY NAME	<u>ORANGE GROVE WATER COMPANY INC</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2009

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

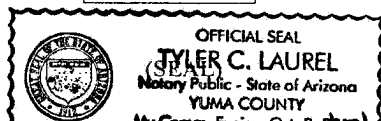
I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Kathleen M. Day
SIGNATURE OF OWNER OR OFFICIAL
928-726-8272
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 29th DAY OF



MY COMMISSION EXPIRES 10/8/2012

COUNTY NAME	<u>Yuma</u>
MONTH	<u>march</u>
	<u>2010</u>

Tyler C. Laurel
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME ORANGE GROVE WATER COMPANY LLC YEAR ENDING 12/31/2009

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported NONE
Estimated or Actual Federal Tax Liability NONE

State Taxable Income Reported NONE
Estimated or Actual State Tax Liability 50

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances —
Amount of Gross-Up Tax Collected —
Total Grossed-Up Contributions/Advances —

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Kathleen Day
SIGNATURE

3-29-10
DATE

KATHLEEN M DAY
PRINTED NAME

PRESIDENT
TITLE

SEE ACCOUNTANT'S COMPILATION REPORT

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Yuma</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>KATHLEEN M DAY</u>
COMPANY NAME	<u>ORANGE GROVE WATER COMPANY INC</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2009</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2009 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 103 353

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 6683

IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**

Kathleen M Day
SIGNATURE OF OWNER OR OFFICIAL
928-726-8272
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 29th DAY OF

COUNTY NAME	<u>Yuma</u>	
MONTH	<u>March</u>	<u>2010</u>

OFFICIAL SEAL
TYLER C. LAUREL
Notary Public - State of Arizona
YUMA COUNTY
My Comm. Expires 10/8/2012

Tyler C. Laurel
SIGNATURE OF NOTARY PUBLIC

SEE ACCOUNTANT'S COMPILATION REPORT

RECEIVED
MAR 11 2011
NOTARY PUBLIC
TERRY L. JONES

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>YUMA</u>	
NAME (OWNER OR OFFICIAL) <u>KATHLEEN M DAY</u>	TITLE <u>PRESIDENT</u>
COMPANY NAME <u>ORANGE GROVE WATER COMPANY INC</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2009</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2009 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ <u>103 353</u>
--

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 6683
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Kathleen M. Day
SIGNATURE OF OWNER OR OFFICIAL
928-726-8272
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

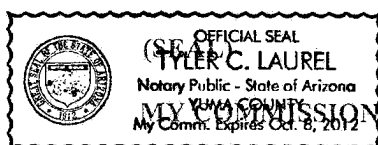
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

29th

DAY OF

NOTARY PUBLIC NAME <u>Tyler C. Laurel</u>	
COUNTY NAME <u>Yuma</u>	
MONTH <u>March</u>	20 <u>10</u>



EXPIRES 10/8/2012

Tyler C. Laurel
SIGNATURE OF NOTARY PUBLIC

1st 1/2
2008
Plant
Crop
Tax

4322008116
07/30/2009
432435635

THIS IS A LEGAL COPY of
your check. You can use it
the same way you would
use the original check.

ORANGE GROVE WATER CO. INC.
P.O. BOX 88
YUMA, AZ 85406

7-24-09

Pay to the order of Quinn Co. Treas. \$ 2,987.81

Two Thousand Nine Hundred Eighty Seven and 81/100

FRANK YUMA
Yuma, Arizona
1st 1/2 2008

4322105906400864622227435

40122105906400864622227435 40000298781

#7435 Posted 7/30/09 \$2,987.81

0.00 *

4322008116
11/02/2009
4327911760

THIS IS A LEGAL COPY of
your check. You can use it
the same way you would
use the original check.

ORANGE GROVE WATER CO. INC.
P.O. BOX 88
YUMA, AZ 85406

7513

Pay to the order of Quinn Co. Treas. \$ 2,881.09

Two Thousand Eight Hundred Eighty One and 9/100

FRANK YUMA
Yuma, Arizona
1st 1/2 2008

4322105906400864622227513

40122105906400864622227513 40000288109

#7513 Posted 11/02/09 \$2,881.09

2,987.81*+

2,881.09 +

5,868.90 *

562.83 +

6,431.73 *

4322008116
06/26/2009
432324004

THIS IS A LEGAL COPY of
your check. You can use it
the same way you would
use the original check.

ORANGE GROVE WATER CO. INC.
P.O. BOX 88
YUMA, AZ 85406

7405

Pay to the order of Quinn Co. Treas. \$ 562.83

Five Hundred Sixty Two and 83/100

FRANK YUMA
Yuma, Arizona
1st 1/2 2008

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#7405 Posted 6/26/09 \$562.83

1st 1/2
2008
Crop
Tax

12/31/09

2009 BOOK DEPRECIATION SCHEDULE

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CLIENT 0325

ORANGE GROVE WATER COMPANY, INC.

86-0285858

3/09/10

04:51PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
FORM 1120																
ACC # 340 - OFFICE FURNITURE & EQUIPMENT																
49	486 COMPUTER & EQUIPMENT	8/31/95		1,979							1,979	723	S/L	20		99
50	COMPUTER AND SCANNER	11/01/00		1,326							1,326	594	S/L	20		66
51	COMPUTER EQUIPMENT	11/13/04		1,000							1,000	250	S/L	20		50
TOTAL ACC # 340 - OFFICE FURNI				4,305		0	0	0	0	0	4,305	1,567				215
ACC #303 - LAND AND LAND RIGHTS																
42	LAND AND LAND RIGHTS	1/01/73		900							900					0
TOTAL ACC #303 - LAND AND LAN				900		0	0	0	0	0	900	0				0
ACC #307 - WELLS AND SPRINGS																
24	WELLS & SPRINGS	1/01/81		11,699							11,699	11,699	S/L	20		0
TOTAL ACC #307 - WELLS AND SP				11,699		0	0	0	0	0	11,699	11,699				0
ACC #311 - PUMPING EQUIPMENT																
32	NEW WELL PUMP-INSTALLED	8/27/03		4,995							4,995	755	S/L	20		250
40	NEW WELL PUMP-INSTALLED	10/31/07		6,716							6,716	392	S/L	20		336
TOTAL ACC #311 - PUMPING EQUI				11,711		0	0	0	0	0	11,711	1,147				586
ACC #330-DISTRIB RESERVOIRS & STANDPIPE																

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NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
25	DISTRIBUTION RESERVOIRS	VARIOUS		3,504							3,504	3,504	S/L	20		0
54	ACC ADDITIONS ADJUSTED	12/31/07		14,005							14,005	14,005	S/L	20		0
	TOTAL ACC #330-DISTRIB RESER			17,509		0	0	0	0	0	17,509	17,509				0
	ACC #333 - SERVICES															
26	SERVICES	VARIOUS		7,958							7,958	7,958	S/L	20		0
	TOTAL ACC #333 - SERVICES			7,958		0	0	0	0	0	7,958	7,958				0
	ACC #334 - METERS & METER INSTALLATIONS															
27	METERS	VARIOUS		5,076							5,076	5,076	S/L	20		0
55	ACC ADDITIONS ADJUSTED	12/31/07		10,681							10,681		S/L	20		534
	TOTAL ACC #334 - METERS & ME			15,757		0	0	0	0	0	15,757	5,076				534
	ACC #335 - HYDRANTS															
28	HYDRANTS	VARIOUS		6,069							6,069	6,069	S/L	20		0
37	FIRE HYDRANT	4/18/05		2,837							2,837	521	S/L	20		142
56	ACC ADDITIONS ADJUSTED	12/31/07		1,060							1,060	976	S/L	20		53
	TOTAL ACC #335 - HYDRANTS			9,966		0	0	0	0	0	9,966	7,566				195
	ACC #341 - TRANSPORTATION EQUIPMENT															
36	GOLF CART	5/21/05		1,200							1,200	215	S/L	20		60
45	CHEVY VAN	5/31/93		1,424							1,424	1,107	S/L	20		71
52	1995 JEEP	2/28/06		6,534							6,534	926	S/L	20		327
	TOTAL ACC #341 - TRANSPORTAT			9,158		0	0	0	0	0	9,158	2,248				458

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CLIENT 0325

ORANGE GROVE WATER COMPANY, INC.

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NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	PCT. BUS.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
ACC#331- TRANSMISSION & DISTRIBUTION MAIN																
23	TRANS & DIST. MAINS	VARIOUS		114,926							114,926	114,926	S/L	20		0
43	WATER TANK	10/01/92		6,500							6,500	5,281	S/L	20		325
44	WATER TANK - REPLACEMENT	7/01/92		3,750							3,750	3,102	S/L	20		188
48	WATER TANKS - EQUIPMENT	5/01/93		3,755							3,755	2,945	S/L	20		188
TOTAL ACC#331- TRANSMISSION				128,931		0	0	0	0	0	128,931	126,254				701
AMORTIZATION																
41	RATE INCREASE FEES	9/01/08		5,250							5,250		S/L	4		1,313
53	RATE INCREASE FEES	10/01/09		964							964		S/L	4		60
TOTAL AMORTIZATION				6,214		0	0	0	0	0	6,214	0				1,373
TOTAL DEPRECIATION				217,894		0	0	0	0	0	217,894	181,024				2,689
FORM 1120 - RESIDENTIAL RENTAL																
ACC #121 - NON-UTILITY PROPERTY																
45	RESIDENCE - SOMERTON, AZ	8/17/93		30,000							30,000	23,000	S/L	20		1,500
47	LAND - SOMERTON HOUSE	8/17/93		2,839							2,839					0
57	ACC ADDITIONS ADJUSTED	12/31/07		6,404							6,404	730	S/L	20		320
TOTAL ACC #121 - NON-UTILITY P				39,243		0	0	0	0	0	39,243	23,730				1,820
TOTAL DEPRECIATION				39,243		0	0	0	0	0	39,243	23,730				1,820

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	GRAND TOTAL AMORTIZATION			6,214		0	0	0	0	0	6,214	0				1,373
	GRAND TOTAL DEPRECIATION			257,137		0	0	0	0	0	257,137	204,754				4,509

SEE ACCOUNTANT'S COMPILATION REPORT

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ACCOUNTANT'S COMPILATION REPORT

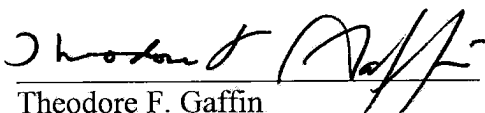
Orange Grove Water Company, Inc.
P. O. Box 889
Yuma, Arizona 85366-0889

March 09, 2010

I have compiled the balance sheet of Orange Grove Water Company (A Corporation) as of December 31, 2009, and the related statement of income and expense and the supplementary information for the year then ended included in the accompanying prescribed form in accordance with the Statements on Standards for Accounting and Review Services issued by the American Institute of certified Public Accountants.

My compilation was limited to presenting in the form prescribed by the State of Arizona Corporation Commission Utilities Division information that is the representation of management. I have not audited or reviewed the financial statements and supplementary information referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements and supplementary information are presented in accordance with the requirements of the State of Arizona Corporation Commission Utilities Division, which differ from generally accepted accounting principals. Accordingly, these financial statements and supplementary information are not designed for those who are not informed about such differences.


Theodore F. Gaffin
Certified Public Accountant